#### § 2521.35

EFFECTIVE DATE NOTE: At 73 FR 53759, Sept. 17, 2008, §2521.30 was amended by revising paragraph (a)(4), effective Nov. 17, 2008. For the convenience of the user, the revised text is set forth as follows:

### § 2521.30 How will AmeriCorps subtitle C program grants be awarded?

\* \* \* \* \*

(a) \* \* \*

(4) In making subgrants with funds awarded by formula or competition under paragraphs (a)(2) or (3) of this section, a State must ensure that a minimum of 50 percent of funds going to States will be used for programs that operate in the areas of need or on Federal or other public lands, and that place a priority on recruiting participants who are residents in high need areas, or on Federal or other public lands. The Corporation may waive this requirement for an individual State if at least 50 percent of the total amount of assistance to all States will be used for such programs.

\* \* \* \* \*

#### PROGRAM MATCHING REQUIREMENTS

### § 2521.35 Who must comply with matching requirements?

(a) The matching requirements described in §§2521.40 through 2521.95 apply to you if you are a subgrantee of a State commission or a direct program grantee of the Corporation. These requirements do not apply to Education Award Programs.

(b) If you are a State commission, you must ensure that your grantees meet the match requirements established in this part, and you are also responsible for meeting an aggregate overall match based on your grantees' individual match requirements.

[70 FR 39598, July 8, 2005; 70 FR 48882, Aug. 22, 2005]

### § 2521.40 What are the matching requirements?

If you are subject to matching requirements under §2521.35, you must adhere to the following:

- (a) Basic match: At a minimum, you must meet the basic match requirements as articulated in §2521.45.
- (b) Regulatory match: In addition to the basic requirements under paragraph (a) of this section, you must provide an overall level of matching funds

according to the schedule in §2521.60(a), or §2521.60(b) if applicable.

(c) Budgeted match: To the extent that the match in your approved budget exceeds your required match levels under paragraph (a) or (b) of this section, any failure to provide the amount above your regulatory match but below your budgeted match will be considered as a measure of past performance in subsequent grant competitions.

[70 FR 39598, July 8, 2005]

## § 2521.45 What are the limitations on the Federal government's share of program costs?

The limitations on the Federal government's share are different—in type and amount—for member support costs and program operating costs.

- (a) Member support: The Federal share, including Corporation and other Federal funds, of member support costs, which include the living allowance required under §2522.240(b)(1), FICA, unemployment insurance (if required under State law), worker's compensation (if required under State law), is limited as follows:
- (1) The Federal share of the living allowance may not exceed 85 percent of the minimum living allowance required under §2522.240(b)(1), and 85 percent of other member support costs.
- (2) If you are a professional corps described in §2522.240(b)(2)(i), you may not use Corporation funds for the living allowance.
- (3) Your share of member support costs must be non-Federal cash.
- (4) The Corporation's share of health care costs may not exceed 85 percent.
- (b) Program operating costs: The Corporation share of program operating costs may not exceed 67 percent. These costs include expenditures (other than member support costs described in paragraph (a) of this section) such as staff, operating expenses, internal evaluation, and administration costs.
- (1) You may provide your share of program operating costs with cash, including other Federal funds (as long as the other Federal agency permits its funds to be used as match), or third party in-kind contributions.
- (2) Contributions, including third party in-kind must:
  - (i) Be verifiable from your records;

- (ii) Not be included as contributions for any other Federally assisted program:
- (iii) Be necessary and reasonable for the proper and efficient accomplishment of your program's objectives; and
- (iv) Be allowable under applicable OMB cost principles.
- (3) You may not include the value of direct community service performed by volunteers, but you may include the value of services contributed by volunteers to your organizations for organizational functions such as accounting, audit, and training of staff and AmeriCorps programs.

[70 FR 39598, July 8, 2005]

## § 2521.50 If I am an Indian Tribe, to what extent may I use tribal funds towards my share of costs?

If you are an Indian Tribe that receives tribal funds through Public Law 93-638 (the Indian Self-Determination and Education Assistance Act), those funds are considered non-Federal and you may use them towards your share of costs, including member support costs.

[70 FR 39598, July 8, 2005]

# § 2521.60 To what extent must my share of program costs increase over time?

Except as provided in paragraph (b) of this section, if your program continues to receive funding after an initial three-year grant period, you must continue to meet the minimum requirements in §2541.45 of this part. In addition, your required share of program costs, including member support and operating costs, will incrementally increase to a 50 percent overall share by the tenth year and any year thereafter that you receive a grant, without a break in funding of five years or more. A 50 percent overall match means that you will be required to match \$1 for every \$1 you receive from the Corporation.

(a) Minimum Organization Share: (1) Subject to the requirements of §2521.45 of this part, and except as provided in paragraph (b) of this section, your overall share of program costs will increase as of the fourth consecutive year that you receive a grant, according to the following timetable:

	Year 1 (per- cent)	Year 2 (per- cent)	Year 3 (per- cent)	Year 4 (per- cent)	Year 5 (per- cent)	Year 6 (per- cent)	Year 7 (per- cent)	Year 8 (per- cent)	Year 9 (per- cent)	Year 10 (per- cent)
Minimum member support	15	15	15	15	15	15	15	15	15	15
Minimum operating costs	33	33	33	33	33	33	33	33	33	33
Minimum overall share	N/A	N/A	N/A	26	30	34	38	42	46	50

- (2) A grantee must have contributed matching resources by the end of a grant period in an amount equal to the combined total of the minimum overall annual match for each year of the grant period, according to the table in paragraph (a)(1) of this section.
- (3) A State commission may meet its match based on the aggregate of its grantees' individual match requirements.

(b) Alternative match requirements: If your program is unable to meet the match requirements as required in paragraph (a) of this section, and is located in a rural or a severely economically distressed community, you may apply to the Corporation for a waiver that would require you to increase the overall amount of your share of program costs beginning in the seventh consecutive year that you receive a grant, according to the following table:

	Year 1 (per- cent)	Year 2 (per- cent)	Year 3 (per- cent)	Year 4 (per- cent)	Year 5 (per- cent)	Year 6 (per- cent)	Year 7 (per- cent)	Year 8 (per- cent)	Year 9 (per- cent)	Year 10 (per- cent)
Minimum member support Minimum operating costs	15 33									
Minimum overall share	N/A	N/A	N/A	N/A	N/A	N/A	29	31	33	35